INDIANA UTILITY REGULATORY COMMISSION 302 W. WASHINGTON STREET, SUITE E-306 INDIANAPOLIS, INDIANA 46204-2764



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PETITION OF PSI ENERGY, INC. PURSUANT TO IND. CODE 8-1-8.5 *ET SEQ.* AND 8-1-2.5 *ET* SEQ., FOR: (1) THE ISSUANCE OF CERTIFICATES OF PUBLIC CONVENIENCE AND NECESSITY FOR PSI ENERGY, INC. TO PURCHASE CERTAIN AS YET UNDETERMINED) GENERATING FACILITIES FOR THE FURNISHING OF **ELECTRIC UTILITY SERVICE TO INDIANA CUSTOMERS**; (2) THE APPROVAL OF CERTAIN PARAMETERS WITHIN WHICH PSI MAY PURCHASE SUCH AS YET UNDETERMINED GENERATING FACILITIES; (3) THE APPROVAL OF THE COSTS OF ANY PURCHASES MADE WITHIN SUCH APPROVED PARAMETERS; (4) AN ORDER PARTIALLY DECLINING ) JURISDICTION TO THE EXTENT NECESSARY TO GRANT PSI AUTHORITY TO PURCHASE AS YET UNDETERMINED GENERATING FACILITIES WITHIN **SUCH APPROVED PARAMETERS; (5) AN ORDER** AUTHORIZING PSI TO DEFER FOR SUBSEQUENT RECOVERY POST-IN-SERVICE CARRYING COSTS AND DEPRECIATION COSTS ASSOCIATED WITH ANY PURCHASES OF GENERATING FACILITIES MADE BY PSI PURSUANT TO CERTIFICATES OF PUBLIC CONVENIENCE AND NECESSITY ISSUED BY THE COMMISSION IN THIS CAUSE; AND (6) CONFIDENTIAL) TREATMENT OF CERTAIN PRICING INFORMATION TO BE PRESENTED IN THIS CAUSE

**FILED** 

JUN 1 0 2005

INDIANA UTILITY
REGULATORY COMMISSION

**CAUSE NO. 42469** 

You are hereby notified that on this date the Indiana Utility Regulatory Commission ("Commission") has caused the following entry to be made:

On May 24, 2005, PSI Energy, Inc, ("PSI") filed its *Motion for the Establishment of Phase I and Phase II in Cause No. 42469* ("Motion"). In its Motion, PSI indicates that it filed its Petition in this matter on June 19, 2003, seeking, among other things, issuance of a certificate of public convenience and necessity ("CPCN") for it to purchase (what was at that time) yet undetermined generating facilities within certain pre-approved parameters. On September 21, 2004, an Evidentiary Hearing was held in the above caption cause.

On May 24, 2005, PSI filed a Settlement Agreement and testimony in support of the Settlement Agreement entered into between PSI, the OUCC, and Commission Testimonial Staff, which provides for the issuance of a CPCN and certain deferred ratemaking treatment for the acquisition of the 448 MW Summer Rated Capacity Wheatland Generating Facility, located in Wheatland, Indiana. Additionally, the Settlement Agreement contains a streamlined procedural agreement which would allow the above captioned Cause to remain open, for a limited period of time, to address any additional potential purchases of generating assets within the parameters

outlined by PSI in the Cause. As the Settlement Agreement provides for Cause No. 42469 to remain open until at least July 2, 2006, PSI requested that the Commission create two phases for purposes of further consideration of the issues in this matter. Phase I would allow for the review and determination of the public interest of the Settlement Agreement, as it relates to the issuance of a CPCN to PSI for the purchase of the Wheatland Plant, and for associated deferrals and ratemaking treatment. Phase II would address any additional potential purchases of generating assets that may be made by PSI within the parameters outlined by PSI in the Cause.

The Presiding Officer having reviewed the Motion, and being duly advised in the premises, hereby GRANTS the Motion and establishes the following procedural schedule to allow for consideration of the Settlement Agreement in this Cause. Pursuant to the terms of the procedural schedule outlined in the Motion, the Presiding Officers hereby find that any testimony by Intervenors in response to the Settlement Agreement should be filed by June 13, 2005. PSI and CG&E may submit rebuttal testimony on this issue on or before June 20, 2005. An Evidentiary Hearing to allow for consideration of the Settlement Agreement is hereby scheduled for July 11, 2005, at 9:30 a.m. in Conference Center 32 of the Indiana Government Center South, Indianapolis, Indiana.

IT IS SO ORDERED.

Scott R. Storms, Chief Administrative Law Judge

Date: June 10, 2005